

# EXHIBIT 2

Preliminary Financial Report

EXHIBIT 2

*Harvest Moon Receivership*  
Initial Accounting Records Review  
Lisa Jones, CIRA, CFE  
July 17, 2020

On June 23, 2020, I obtained the Receivership Entities' QuickBooks files from their accounting company, Kiyohara & Takahashi, LLP. This accounting analysis is focused on the eight QuickBooks files for the following Receivership Entities:

- Camel Coins, Inc.
- Daikoku Marketing, Inc.
- Ebisu Marketing, Inc.
- Hotei Marketing, Inc.
- Kotobuki Marketing, Inc.
- Lead Express, Inc.
- Naito Corp.
- Sea Mirror, Inc.

The analysis regarding the income of the Receivership Entities is based solely on the information reported in the eight QuickBooks files. Bank statements, canceled checks, wire and other fund transfer information have not yet been reviewed.

Based on the QuickBooks files, which includes financial information from August 2009 to May 2020, the Receivership Entities' total income is \$201,512,172. Of the reported income, \$177,447,926 is generated from commissions billed to the La Posta Tribal Lending Enterprise (TLE), making it the Receivership Entities' largest customer. Interestingly, the TLE is also one of the Receivership Entities' largest vendor, charging for "Call Center Expenses" and "Commission – Other", totaling \$43,717,405.

The QuickBooks files also reflect that the Receivership Entities reported income received from other Receivership Entities. For example, Naito Corp. reported "Leads Income" of \$5,760,880, which was generated by one customer, Lead Express. Ebisu Marketing Corp. reported commission income from Naito Corp. totaling at least \$2,000,000.

**1. Camel Coins, Inc. (NV)**

The first entry in QuickBooks for Camel Coins, Inc. is dated November 8, 2012 and the last entry is dated May 19, 2020. Income reported for this time period totals \$38,224,386. The income predominately consists of "Commission Income" earned from the TLE, totaling \$36,956,826. Per the data in QuickBooks, it appears Camel Coins is charging the TLE commissions for "New Calls" and "Old Calls".

Per the Profit and Loss Statement for this time period, the expenses for Camel Coins total \$29,466,512. While Camel Coins received "Commission Income" from the TLE, it also paid "Commission Expenses" to the TLE, totaling \$12,173,226 (\$755,798 for Call Center Expenses and \$11,417,428 for "Commission – Other"). Per the data in QuickBooks, the bills received from the TLE consist of charges for new loans, repeat loans, and loan extensions. The other large expense is bad (uncollectible) debt totaling \$10,230,979.

Per the Balance Sheet as of May 19, 2020, the largest asset is cash in the bank accounts, totaling \$89,542. The only fixed asset reported is an automobile with a value, net of

depreciation, of \$63,217. Per QuickBooks, the vehicle is a 2015 GMC Yukon purchased for \$76,006 in late 2014.

The Camel Coins Profit and Loss Statement for the period November 8, 2012 to May 19, 2020, as well as the Balance Sheet as of May 19, 2020, are attached hereto as Exhibit A.

## **2. Daikoku Marketing, Inc.**

The first entry in the QuickBooks records for Daikoku Marketing, Inc. is dated May 17, 2013 and the last entry is dated May 19, 2020. Per the Profit and Loss Statement, the income for this period totals \$3,698,733 and consists of commission income from the TLE. Like the commission income reported by Camel Coins, commission income for Daikoku Marketing also consists of charges for "New Calls" and "Old Calls".

The largest expense for Daikoku Marketing is salaries and wages, totaling \$2,960,779. Rent expense is reported in the amount of \$207,000 and was reportedly paid to Naito Corp. from August 2014 through September 2017. The Balance Sheet as of May 19, 2020, reports total assets in a negative amount.

The Daikoku Marketing Profit and Loss Statement for the period May 17, 2013 to May 19, 2020 and the Balance Sheet as of May 19, 2020 are attached hereto as Exhibit B.

## **3. Ebisu Marketing, Corp.**

The first entry recorded in QuickBooks records for Ebisu Marketing, Corp. is dated March 22, 2010 and the final entry recorded is dated May 19, 2020. Per the Profit and Loss Statement for this period, the income for Ebisu Marketing totals \$18,648,652. Income from "La Posta TLE" totals \$15,497,608, and consistent with other Receivership Entities, is made up of charges for "New Calls" and "Old Calls". Income, described as "Call Center" in the amount of \$2,537,574 was received from Naito Corp. from March 2010 through December 2011. Reported income in the amount of \$500,000 was received from Kotobuki Marketing, Inc. and consists of "Overhead Cost" for the period from February 2018 through March 2020.

The largest expense reported is salary and wages totaling \$13,718,953, over a ten-year period. Total expenses were reported in the amount of \$19,019,173, leaving Ebisu Marketing with a net loss of \$120,689 for the entire period.

Per the Balance Sheet as of May 19, 2020, the largest current asset is cash in the bank accounts totaling \$40,567. The largest fixed asset is an automobile. Per the QuickBooks records, the vehicle is a Mercedes Benz purchased in 2015, with a purchase price of \$216,527. The liabilities consist of loans payable in the amount of \$49,323.

The Ebisu Marketing Profit and Loss Statement for the period March 22, 2010 to May 19, 2020 and the Balance Sheet as of May 19, 2020 are attached hereto as Exhibit C.

## **4. Hotei Marketing, Inc.**

The QuickBooks file for Hotei Marketing, Inc. includes entries from April 11, 2013 through May 19, 2020. For this period, Hotei Marketing reported Commission Income in the amount of \$6,081,173. All of the income is reportedly from "La Posta TLE" and consists of charges for "New Calls" and "Old Calls".

The largest expense for Hotei Marketing is salaries and wages totaling \$3,806,578. Expenses for the seven-year period total \$5,980,438. Hotei Marketing reported a net income of \$89,482 for the entire period.

Per the Balance Sheet, the largest asset consists of accounts receivable totaling \$58,660. All of the accounts receivable are due from one customer, "La Posta TLE". The current liabilities total only \$500.

The Hotei Marketing Profit and Loss Statement for the period April 11, 2013 to May 19, 2020 and the Balance Sheet as of May 19, 2020 are attached hereto as Exhibit D.

## **5. Kotobuki Marketing, Inc.**

The QuickBooks file for Kotobuki Marketing, Inc. includes data for the period January 13, 2015 through May 19, 2020. While transactions were recorded for the years 2015 and 2016, income was not reported until 2017. Per the Profit and Loss Statement for this period, Kotobuki Marketing generated income totaling \$7,496,503. Income was earned from the "Tribal Lending Enterprise" and consists of fees for "New Calls" and "Old Calls".

The largest expense for Kotobuki Marketing is salaries and wages, totaling \$4,385,380. Overhead costs were reported in the amount of \$738,000 and consisted solely of expenses paid to Naito Corp. and Ebisu Marketing, Inc.

Per the Balance Sheet as of May 19, 2020, the bank accounts held funds in the amount of \$125,331. The fixed assets consist of phone systems, equipment, and furniture and fixtures totaling \$75,084.28, net of accumulated depreciation. The largest liability is a "Due to T. Naito" account totaling \$336,000.

The Kotobuki Marketing Profit and Loss Statement for the period January 13, 2015 through May 19, 2020 and the Balance Sheet as of May 19, 2020 are attached hereto as Exhibit E.

## **6. Lead Express, Inc.**

The QuickBooks file for Lead Express, Inc. contains transactions dated February 4, 2011 through May 19, 2020. For this period, Lead Express reported consulting income of \$83,788,916, gross of "Sales returns"<sup>1</sup> totaling \$8,935,285. It appears that the entirety of the consulting income is attributable to one customer, "TLE Gentle Breeze".

Per the Profit and Loss Statement, the cost of goods sold consisted primarily of expenses to purchase leads, totaling \$20,007,558. Like other Receivership Entities, Lead Express also paid Commission to the TLE, totaling \$24,295,080, including \$753,208 for "Call Center Expense" and \$23,542,081 for "Commission – Other". Bad (uncollectible) debt expense is reported in the amount of \$15,979,921 for this period.

The largest asset reported was funds totaling \$104,503 in the bank accounts. Per the Balance Sheet as of May 19, 2020, there are only minimal liabilities, totaling \$2,876 and equity totaling \$105,128.

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<sup>1</sup> It is unclear what constitutes a "Sales return."

The Lead Express, Inc. Profit and Loss Statement for the period February 4, 2011 through May 19, 2020<sup>2</sup> and the Balance Sheet as of May 19, 2020 are attached hereto as Exhibit F.

**7. Naito Corp.**

The first transaction recorded in the Naito Corp. QuickBooks file is dated August 31, 2009 and the last entry is dated May 19, 2020. The Naito Corp. recorded total income for the entire period in the amount of \$19,646,211. The income consists of leads income, commission income, interest income, and services income. Over \$11,600,000 was earned prior to 2014. Of the service income, totaling \$5,407,652, over \$4,300,000 is income from Camel Coins, Inc., Lead Express, Inc., and Sea Mirror, Inc. Naito Corp. did not report commission income from the TLE.

Expenses were reported in the total amount of \$16,573,650. Salaries and wages were the largest expense, reported in the amount of \$5,994,198. Naito Corp. reported a net income for the entire period in the amount of \$1,115,406.

Per the Balance Sheet as of May 19, 2020, the largest asset is the cash in the bank accounts totaling \$562,920. Accounts receivable due from "TLE" is reported in the amount of \$258,423. Loans receivable from "Harvest Moon" and "TLE Gentle Stream" are reported in the amounts of \$525,344 and \$330,743, respectively. Total equity is reported in the amount of \$1,778,140.<sup>3</sup>

The Naito Corp. Profit and Loss Statements for the period August 31, 2009 to May 19, 2020 and the Balance Sheet as of May 19, 2020 are attached hereto as Exhibit G.

**8. Sea Mirror, Inc.**

The QuickBooks file for Sea Mirror, Inc. includes data for the period March 19, 2013 through May 19, 2020. Sea Mirror reported commission income in the total amount of \$23,927,537. The sole customer for this period was "TLE". After deducting leads purchases, the gross profit is \$19,604,194.

One of the largest expenses was bad (uncollectible) debt totaling \$7,016,178. Another large expense is the commission expense totaling \$6,638,667. The commission expense transactions list a sole vendor, "Tribal Lending Enterprise". Sea Mirror recorded a net loss, for the entire period, of \$139,606.

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<sup>2</sup> Due to an entry dated December 31, 2105, the Profit and Loss Statement appears to be for December 31, 2105. However, the correct date for the Profit and Loss Statement should be May 19, 2020.

<sup>3</sup> The total assets are not in balance with the total liabilities and equity. The liabilities and equity are greater than the total assets by \$905.

Per the Balance Sheet as of May 19, 2020, the cash in the bank accounts totals \$67,647. A receivable, Due from Officer, is recorded in the amount of \$106,089. Total equity is reported in the amount of \$173,797.<sup>4</sup>

The Sea Mirror, Inc. Profit and Loss Statement for the period March 19, 2013 through May 19, 2020 and the Balance Sheet as of May 19, 2020 are attached hereto as Exhibit H.

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<sup>4</sup> While the total assets do not equal the total liabilities and equity, the discrepancy is minimal.

# Exhibit A

**CAMEL COINS INC (NV)****Profit & Loss****All Transactions**

Cash Basis

	<u>May 19, 20</u>
Ordinary Income/Expense	
Income	
Commission Income	36,956,826.25
Leads - Sales	1,267,560.00
Total Income	38,224,386.25
Cost of Goods Sold	
Leads - purchases	6,736,196.28
Total COGS	6,736,196.28
Gross Profit	31,488,189.97
Expense	
Cash (over) and short	0.39
ACH Fees	893,030.15
Auto Expense	38,605.69
Bad Debt(Uncollectable)	10,230,979.26
Bank Service Charges	10,190.39
Business Licenses and Permits	400.00
Collection Agency	447.90
Commission	
Call Center Expense	755,798.09
Commission - Other	11,417,427.98
Total Commission	12,173,226.07
Computer and Internet Expenses	619,397.50
Credit Card Fee	450.00
Depreciation Expense	16,935.00
Dues and Subscriptions	2,526.85
Insurance Expense	14,255.11
License	650.50
Meals and Entertainment	36,294.48
MEDICAL EXP	1,520.41
Office Supplies	9,364.06
Parking	88.75
Payroll Tax	35,047.04
Penalties	505.00
Postage and Delivery	1,793.82
Professional Fees	310,530.00
Rent & Overhead Cost	1,140,000.00
Repairs and Maintenance	2,301.34
Research (credit verification)	2,226,963.23
Salaries & Wages	1,325,000.00
Salaries-Officer	335,000.00
Tax & License	9,197.23
Telephone	15,944.96
Travel	15,866.44
Total Expense	29,466,511.57
Net Ordinary Income	2,021,678.40
Other Income/Expense	
Other Income	
Interest Income	2,745.29
Other Income	5,653.98
Total Other Income	8,399.27
Other Expense	
Income tax - State	36,329.96
Interest Expense	34.00
Lawsuit settlement	1,170.00
Total Other Expense	37,533.96
Net Other Income	-29,134.69
Net Income	<u><u>1,992,543.71</u></u>



**CAMEL COINS INC (NV)****Balance Sheet****As of May 19, 2020**

Cash Basis

	<u>May 19, 20</u>
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
Cash in bank and on hand	
OpenBank - 0482	3,752.76
Wells Fargo - 9898	85,789.16
Total Cash in bank and on hand	89,541.92
Total Checking/Savings	89,541.92
Accounts Receivable	
Accounts Receivable	-0.30
Total Accounts Receivable	-0.30
Other Current Assets	
Due from Officer	57,993.72
Total Other Current Assets	57,993.72
Total Current Assets	147,535.34
Fixed Assets	
Automobile	80,152.17
Accumulated Depreciation	-16,935.00
Total Fixed Assets	63,217.17
<b>TOTAL ASSETS</b>	<b>210,752.51</b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	-1,235.00
Total Accounts Payable	-1,235.00
Total Current Liabilities	-1,235.00
Total Liabilities	-1,235.00
Equity	
APIC	323,300.00
Common Stock	686,000.00
Retained Earnings	-818,767.58
Net Income	21,455.09
Total Equity	211,987.51
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>210,752.51</b>

# Exhibit B

**Daikoku Marketing, Inc.****Profit & Loss****All Transactions**

Cash Basis

	<u>May 19, 20</u>
Ordinary Income/Expense	
Income	
Commission Income	3,698,732.50
Total Income	<u>3,698,732.50</u>
Gross Profit	3,698,732.50
Expense	
Settlement	730.80
Bank Service Charges	2,106.00
Computer and Internet Expenses	3,250.00
Employee Benefits	89,455.54
Insurance Expense	106,678.80
Office Supplies	578.92
Officer Compensation	100,000.00
Payroll Expenses	0.00
Payroll Processing Fee	15,329.15
Payroll Tax	301,038.24
Penalties	224.21
Professional Fees	17,651.50
Rent	207,000.00
Salaries & Wages	2,960,779.30
Tax & License	11,483.74
Total Expense	<u>3,816,306.20</u>
Net Ordinary Income	-117,573.70
Other Income/Expense	
Other Income	
Interest Income	1.22
Other Income	2,620.53
Total Other Income	<u>2,621.75</u>
Other Expense	
Income tax - Federal	9,579.00
Income tax - State	12,185.00
Interest Expense	391.47
Other Expense	-2.10
Total Other Expense	<u>22,153.37</u>
Net Other Income	<u>-19,531.62</u>
Net Income	<u><u>-137,105.32</u></u>

**Daikoku Marketing, Inc.****Balance Sheet****As of May 19, 2020**

Cash Basis

	<u>May 19, 20</u>
<b>ASSETS</b>	
<b>Current Assets</b>	
Checking/Savings	
Wells Fargo-6881	158.80
<b>Total Checking/Savings</b>	158.80
Accounts Receivable	
Accounts Receivable	-110,590.00
<b>Total Accounts Receivable</b>	-110,590.00
<b>Other Current Assets</b>	
Prepaid Income Tax	200.00
<b>Total Other Current Assets</b>	200.00
<b>Total Current Assets</b>	-110,231.20
<b>TOTAL ASSETS</b>	<b><u>-110,231.20</u></b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Other Current Liabilities	
Due to T. Naito	500.00
<b>Total Other Current Liabilities</b>	500.00
<b>Total Current Liabilities</b>	500.00
<b>Total Liabilities</b>	500.00
<b>Equity</b>	
Capital Stock	20,000.00
Additional Paid In Capital	115,982.65
Retained Earnings	-246,367.45
Net Income	-346.40
<b>Total Equity</b>	-110,731.20
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b><u>-110,231.20</u></b>

# Exhibit C

**Ebisu Marketing, Corp**  
**Profit & Loss**  
**All Transactions**

Cash Basis

	May 19, 20
Ordinary Income/Expense	
Income	
Commission Income	18,648,650.84
Interest Income	1.60
Total Income	18,648,652.44
Expense	
Payroll expense	25,504.12
Advertising and Promotion	26,666.91
Amortization	55,000.00
Auto Expense	15,260.28
Auto Lease	103,798.83
Bad Debt(Uncollectable)	270.00
Bank Service Charges	2,252.47
Computer and Internet Expenses	181,707.31
Credit Card Fee	1,350.00
Credit Card Fee - Intuit	1,917.29
Depreciation	553,063.95
Dues and Subscriptions	1,709.44
Employee Benefits	266,142.77
Health Insurance	3,763.69
Insurance Expense	
WC	123,835.83
Insurance Expense - Other	138,451.07
Total Insurance Expense	262,286.90
Meals and Entertainment	26,884.77
Office Supplies	16,629.70
Parking	55.50
Penalties	393.61
Postage and Delivery	139.32
Printing and Reproduction	5.00
Payroll Tax	1,389,536.27
Legal & accounting	224,919.58
Legal Settlement	364,800.00
Professional Fees	2,645.50
Payroll Processing Fee	60,708.42
Rent	347,154.51
Officer Compensation	150,000.00
Research (credit verification)	1,750.00
Salaries & Wages	13,718,952.63
Bonus	0.00
Tax & License	62,708.03
Interest Expense	56,146.99
Taxes - Property	26,514.41
Telephone Expense	942,952.22
Travel Expense	122,723.39
Security expenses	1,237.43
Utilities	1,360.60
Late fees	261.30
Total Expense	19,019,173.14
Net Ordinary Income	-370,520.70
Other Income/Expense	
Other Income	
Other Income	50,800.73
Reimbursed income	217,855.38
Gain/loss on assets	-1,793.39
Total Other Income	266,862.72

**Ebisu Marketing, Corp**  
**Profit & Loss**  
**All Transactions**

Cash Basis

	May 19, 20
Other Expense	
Income Tax - OR	911.00
Income Tax - Federal	6,353.00
Income Tax - CA	9,767.00
Other Expense	0.00
Total Other Expense	17,031.00
Net Other Income	249,831.72
Net Income	-120,688.98

**Ebisu Marketing, Corp**  
**Balance Sheet**  
As of May 19, 2020

Cash Basis

	<u>May 19, 20</u>
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
Wells Fargo - 6154	28,986.17
Open Bank - 0466	11,580.87
Total Checking/Savings	40,567.04
Accounts Receivable	
AR - TLE Harvest Moon	-20,000.00
Accounts Receivable	-20,000.00
Total Accounts Receivable	-40,000.00
Other Current Assets	
Prepaid Expenses	5,761.93
Total Other Current Assets	5,761.93
Total Current Assets	6,328.97
Fixed Assets	
Automobile	230,527.11
Accumulated Depreciation	-37,060.00
Total Fixed Assets	193,467.11
<b>TOTAL ASSETS</b>	<b><u>199,796.08</u></b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Due to T. Naito	27,000.00
Total Other Current Liabilities	27,000.00
Total Current Liabilities	27,000.00
Long Term Liabilities	
Auto Loan Payable	22,322.58
Total Long Term Liabilities	22,322.58
Total Liabilities	49,322.58
Equity	
Common Stock	50,000.00
Additional Paid In Capital	721,341.16
Retained Earnings	-624,896.02
Net Income	4,028.36
Total Equity	150,473.50
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b><u>199,796.08</u></b>



# Exhibit D

**Hoteli Marketing, Inc.****Profit & Loss****All Transactions**

Cash Basis

	May 19, 20
<b>Ordinary Income/Expense</b>	
Income	
Commission Income	6,081,172.50
Interest Income	62.61
<b>Total Income</b>	<b>6,081,235.11</b>
<b>Gross Profit</b>	<b>6,081,235.11</b>
Expense	
Legal Settlement	150,000.00
Bank Service Charges	2,357.00
Computer & Internet	
Internet Expense	10,074.83
Computer & Internet - Other	5,655.84
<b>Total Computer &amp; Internet</b>	<b>15,730.67</b>
Depreciation	61,565.95
Employee Benefits	94,778.62
Insurance Expense	
WC	72,902.33
Insurance Expense - Other	1,299.00
<b>Total Insurance Expense</b>	<b>74,201.33</b>
Legal & accounting	206,039.95
Meals & Entertainment	450.00
Office Supplies	24,621.73
Officer Compensation	130,000.00
Outside service	94,540.26
Parking	18.00
Payroll Processing Fee	56,296.65
Payroll Tax	402,561.18
Penalties	166.92
Professional Fees	11,608.50
Repair & Maintenance	22,412.23
Rent & Overhead Cost	231,357.60
Salaries & Wages	3,806,578.24
Shipping Fee	250.00
Tax & License	17,454.26
Telephone Expense	558,931.84
Utilities	18,516.70
<b>Total Expense</b>	<b>5,980,437.63</b>
<b>Net Ordinary Income</b>	<b>100,797.48</b>
<b>Other Income/Expense</b>	
Other Income	
Other Income	77.73
<b>Total Other Income</b>	<b>77.73</b>
Other Expense	
Income Tax - State	11,092.00
Other Expense	301.23
<b>Total Other Expense</b>	<b>11,393.23</b>
<b>Net Other Income</b>	<b>-11,315.50</b>
<b>Net Income</b>	<b>89,481.98</b>

**Hotei Marketing, Inc.****Balance Sheet****As of May 19, 2020**

Cash Basis

	<u>May 19, 20</u>
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
Cash in bank and on hand	
Wells Fargo - Checking 3413	213.44
Total Cash in bank and on hand	<u>213.44</u>
Total Checking/Savings	213.44
Accounts Receivable	
Accounts Receivable	58,660.00
Total Accounts Receivable	<u>58,660.00</u>
Total Current Assets	<u>58,873.44</u>
<b>TOTAL ASSETS</b>	<b><u>58,873.44</u></b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Due to T. Naito	500.00
Total Other Current Liabilities	<u>500.00</u>
Total Current Liabilities	<u>500.00</u>
Total Liabilities	500.00
Equity	
Capital Stock	20,000.00
Additional paid in capital	431,439.52
Retained Earnings	-392,644.07
Net Income	-422.01
Total Equity	<u>58,373.44</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b><u>58,873.44</u></b>

# Exhibit E

**KOTOBUKI MARKETING, INC.****Profit & Loss****All Transactions**

Cash Basis

	<u>May 19, 20</u>
<b>Ordinary Income/Expense</b>	
Income	
Sales	7,496,502.50
<b>Total Income</b>	<u>7,496,502.50</u>
Expense	
Salaries & Wages	4,385,380.44
Salary - officer	142,000.00
Tax - Payroll	492,089.54
Medical	1,323.05
Employee Benefits	3,486.12
Health Insurance	77,106.99
Taxes and Licenses	6,282.07
Advertising and Promotion	1,817.94
Automobile Expense	19,633.89
Equipment Rent	58,040.57
Bank Service Charges	8,184.87
Dues and Subscriptions	1,045.00
Computer and Internet Expenses	126,692.92
Cash (over) and short	0.00
Insurance Expense	
Insurance - Worker's Comp	270,708.30
Insurance Expense - Other	<u>8,348.79</u>
<b>Total Insurance Expense</b>	279,057.09
Meals and Entertainment	53,124.71
Moving Expense	587.63
Office Supplies	64,146.97
Overhead Cost	738,000.00
Fuel	740.81
Parking	1,978.68
Payroll Expenses	550,449.37
Payroll processing fees	33,488.10
Postage & Delivery	5,458.73
Professional Fees	74,959.62
Rent Expense	526,019.39
Repairs and Maintenance	6,939.51
Security expense	24,189.45
Telephone Expense	397,201.16
Travel Expense	<u>74,634.37</u>
<b>Total Expense</b>	<u>8,154,058.99</u>
<b>Net Ordinary Income</b>	-657,556.49
<b>Other Income/Expense</b>	
Other Income	
Other income	2,868.57
Interest Income	<u>1.83</u>
<b>Total Other Income</b>	2,870.40
Other Expense	
Income taxes - state	3,986.00
Amortization Expense	3,240.00
Depreciation Expense	<u>72,090.00</u>
<b>Total Other Expense</b>	<u>79,316.00</u>
<b>Net Other Income</b>	-76,445.60
<b>Net Income</b>	<u><u>-734,002.09</u></u>

**KOTOBUKI MARKETING, INC.****Balance Sheet****As of May 19, 2020**

Cash Basis

	<u>May 19, 20</u>
<b>ASSETS</b>	
<b>Current Assets</b>	
Checking/Savings	
ADP P/R Clearing	4,298.11
Open Bank - 3791	62,311.86
Checking-9062	58,729.54
Cash-AP&AR	-8.06
<b>Total Checking/Savings</b>	<u>125,331.45</u>
<b>Total Current Assets</b>	125,331.45
<b>Fixed Assets</b>	
Phone systems	79,963.00
Equipment	47,928.03
Furniture and Fixture	19,283.25
Accumulated Depreciation	-72,090.00
<b>Total Fixed Assets</b>	<u>75,084.28</u>
<b>Other Assets</b>	
Rent Deposit	30,000.00
Start-up Costs	21,218.59
Accumulated Amortization	-3,240.00
<b>Total Other Assets</b>	<u>47,978.59</u>
<b>TOTAL ASSETS</b>	<b><u>248,394.32</u></b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Accounts Payable	
Accounts Payable	-3,079.00
<b>Total Accounts Payable</b>	<u>-3,079.00</u>
<b>Other Current Liabilities</b>	
Due to T. Naito	336,000.00
<b>Total Other Current Liabilities</b>	<u>336,000.00</u>
<b>Total Current Liabilities</b>	<u>332,921.00</u>
<b>Total Liabilities</b>	332,921.00
<b>Equity</b>	
Capital Stock	10,000.00
Additional Paid In Capital	768,308.55
Distributions	-3,103.74
Retained Earnings	-564,548.72
Net Income	-295,182.77
<b>Total Equity</b>	<u>-84,526.68</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b><u>248,394.32</u></b>

# Exhibit F

**Lead Express, Inc.**  
**Profit & Loss**  
All Transactions

Cash Basis

	Dec 31, 2105
Ordinary Income/Expense	
Income	
Sales - Consulting	83,788,915.78
Sales - Leads	0.00
Sales return	-8,935,284.82
Total Income	74,853,630.96
Cost of Goods Sold	
Cost of sales - Leads	20,007,557.65
Total COGS	20,007,557.65
Gross Profit	54,846,073.31
Expense	
Settlement	7,000.00
Salary - Officer	199,000.00
Promotional Expense	25,000.00
ACH fees	1,004,623.57
Outside service	13,137.87
Advertising and Promotion	1,333,409.74
Amortization Expense	6,396.00
Auto Expense	10,208.05
Bad Debt(Uncollectable)	15,979,921.43
Bank Service Charges	15,295.41
Business Licenses and Permits	13,358.15
Collection Agency	9,480.83
Commision	
Call Center Expense	753,208.07
Commision - Other	23,542,080.46
Total Commision	24,295,288.53
Computer and Internet Expenses	1,203,445.07
Credit Card Fee	1,354.00
Depreciation Expense	26,226.00
Dues and Subscriptions	3,616.45
Insurance Expense	
Medical	3,733.15
Insurance Expense - Other	1,572.56
Total Insurance Expense	5,305.71
Meals and Entertainment	111,839.22
Office Supplies	48,027.51
Parking	525.65
Payroll Tax	76,434.04
Penalties	943.48
Postage and Delivery	5,192.49
Professional Fees	777,302.07
Rent & Overhead Cost	1,200,000.00
Repairs and Maintenance	488.46
Research (credit verification)	4,824,180.31
Salaries & Wages	3,134,674.68
Tax & License	9,886.02
Telephone	7,951.66
Travel	432,174.38
Cash (over) and short	-2.98
Total Expense	54,781,683.80
Net Ordinary Income	64,389.51
Other Income/Expense	
Other Income	
Interest Income	11,988.62
Other Income	87,342.56
Total Other Income	99,331.18



**Lead Express, Inc.**  
**Profit & Loss**  
All Transactions

Cash Basis

	Dec 31, 2105
Other Expense	
Donations	20,000.00
Interest Expense	5,430.64
Income tax - Federal	20,134.00
Income tax - State	15,723.87
Other Expense	3,134.45
Total Other Expense	64,422.96
Net Other Income	34,908.22
Net Income	<b>99,297.73</b>

**Lead Express, Inc.**  
**Balance Sheet**  
As of May 19, 2020

Cash Basis

	May 19, 20
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
Cash in bank and on hand	
OpenBank 0474	2,947.66
Wells Fargo Checking - 880	101,555.03
Total Cash in bank and on hand	104,502.69
Total Checking/Savings	104,502.69
Total Current Assets	104,502.69
Fixed Assets	
Equipment	6,728.79
Furniture & Fixture	16,643.98
Accumulated Depreciation	-23,372.00
Total Fixed Assets	0.77
Other Assets	
Organizational costs	4,000.00
Start-up costs	5,277.72
Accumulated Amortization	-5,777.00
Total Other Assets	3,500.72
<b>TOTAL ASSETS</b>	<b>108,004.18</b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Accounts Payable	
AP - Expense	-192.00
Total Accounts Payable	-192.00
Other Current Liabilities	
Due to T. Naito	3,068.18
Total Other Current Liabilities	3,068.18
Total Current Liabilities	2,876.18
Total Liabilities	2,876.18
Equity	
Common Stock	100,000.00
Additional Paid in Capital	136,295.56
Retained Earnings	-195,148.67
Net Income	63,981.11
Total Equity	105,128.00
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>108,004.18</b>

# Exhibit G

**NAITO CORP**  
**Profit & Loss**  
All Transactions

Cash Basis

	<u>May 19, 20</u>
Ordinary Income/Expense	
Income	
Leads income	5,760,880.00
RTC Income	4,448.50
Commission Income	5,872,540.00
Interest Income	2,600,690.41
Services Income	5,407,651.75
Total Income	19,646,210.66
Cost of Goods Sold	
Cost of Sales - Leads	1,758,437.47
Cost of Sales - Fees	17,490.25
Discount coupons	29,581.74
Total COGS	1,805,509.46
Gross Profit	17,840,701.20
Expense	
Payroll expense	178,508.12
Bonus	0.00
Moving Expenses	9,249.50
Donation	2.00
Advertising and Promotion	642,692.52
Automobile Expense	79,551.15
ACH fees	27,447.48
Bad Debt	392,219.57
Bank Service Charges	68,551.42
Bond Premium Renwal fee	7,400.00
Computer and Internet Expenses	397,438.59
Continuing Education	276.29
Commissions Fee	181.02
Credit Card Fee	520.19
Depreciation	656,110.00
Dues and Subscriptions	43,173.49
Employee Benefits	90,137.82
Employee benefits -Other	18,870.04
Health Insurance	34,357.05
Insurance Expense	674,653.17
Repairs & Maintenances	28,290.09
Meals and Entertainment	227,224.99
Office Supplies	323,121.31
Outside services	2,565,397.18
Payroll processing fee	23,537.34
Parking	99,156.22
Penalties	4,369.13
Postage and Delivery	23,370.06
Printing and Reproduction	36,589.42
Professional Fees	313,966.07
Rent Expense	1,604,861.23
Research (credit verification)	111,529.65
Salaries and wages	5,994,197.87
Salary - officer	85,000.00
Security	18,046.46
Supplies	21,953.96
Tax & License	38,694.37
Taxes - Payroll	623,513.62
Taxes - Property	9,011.68
Telephone Expense	862,118.05
Travel Expense	165,626.87
Utilities	72,735.22
Total Expense	16,573,650.21
Net Ordinary Income	1,267,050.99

**NAITO CORP**  
**Profit & Loss**  
**All Transactions**

Cash Basis

	<u>May 19, 20</u>
Other Income/Expense	
Other Income	
Loss on disposal assets	-536.00
Gain/loss on assets	-16,912.98
Other Income	98,740.34
Total Other Income	81,291.36
Other Expense	
Income Tax - Federal	48,096.00
Interest Expense	51,225.67
Lawsuit settlement	25,000.00
Income Tax - State	76,978.24
Other Expense	31,635.98
Total Other Expense	232,935.89
Net Other Income	-151,644.53
Net Income	<u><u>1,115,406.46</u></u>

**NAITO CORP**  
**Balance Sheet**  
As of May 19, 2020

Cash Basis

	May 19, 20
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
Cash in bank and on hand	
OpenBank - (458)	503,785.74
Wells Fargo Checking - (9539)	59,134.20
Total Cash in bank and on hand	562,919.94
Total Checking/Savings	562,919.94
Accounts Receivable	
Soto	-803.48
Alvarado	60.00
AR-TLE	258,423.27
Loan-George Promise	30,039.08
AR- Payday Loan	
Soto	9,853.30
Torrance	62,366.87
Total AR- Payday Loan	72,220.17
Torrance	4,168.67
Account Receivable	-9,802.45
Total Accounts Receivable	354,305.26
Other Current Assets	
Prepaid expenses	3,817.45
Loan receivable - Harvest Moon	525,343.55
Loan receivable - GS	330,742.80
Total Other Current Assets	859,903.80
Total Current Assets	1,777,129.00
<b>TOTAL ASSETS</b>	<b>1,777,129.00</b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Accounts Payable	
AP - Expense	3,185.68
Ken Expense	-3,271.59
Credit Card - Center Bank	-20.00
Total Accounts Payable	-105.91
Total Current Liabilities	-105.91
Total Liabilities	-105.91
Equity	
Common Stock	2,170,000.00
Additional Paid in Capital	336,000.00
Distribution	-766,546.00
Retained Earnings	-40,076.71
Net Income	78,763.10
Total Equity	1,778,140.39
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>1,778,034.48</b>

# Exhibit H

**Sea Mirror, Inc (NV)****Profit & Loss****All Transactions**

Cash Basis

	<u>May 19, 20</u>
Ordinary Income/Expense	
Income	
Commision Income	23,927,536.99
Total Income	23,927,536.99
Cost of Goods Sold	
Leads - purchases	4,323,342.50
Total COGS	4,323,342.50
Gross Profit	19,604,194.49
Expense	
ACH Fees	660,422.09
Auto Expense	2,421.16
Bad Debt(Uncollectable)	7,016,177.95
Bank Service Charges	8,756.33
Business Licenses and Permits	-24.00
Commision	
Call Center Exp/Oper Lia & Supp	610,223.82
Commision - Other	6,638,666.53
Total Commision	7,248,890.35
Computer and Internet Expenses	414,675.85
Credit Card Fee	450.00
Dues and Subscriptions	1,800.00
Insurance Expense	74.58
Meals and Entertainment	9,511.74
Office Supplies	3,195.76
Parking	30.00
Payroll Tax	29,419.00
Penalties	250.00
Postage and Delivery	57.11
Professional Fees	222,282.50
Rent & Overhead Cost	1,140,000.00
Research (credit verification)	1,765,271.89
Salaries-Officer	144,000.00
Salaries & Wages	1,060,000.00
Tax & License	5,574.15
Travel	8,202.41
Total Expense	19,741,438.87
Net Ordinary Income	-137,244.38
Other Income/Expense	
Other Income	
Interest Income	2,091.06
Other Income	3,047.16
Total Other Income	5,138.22
Other Expense	
Income tax - State	7,500.00
Total Other Expense	7,500.00
Net Other Income	-2,361.78
Net Income	<u><u>-139,606.16</u></u>



**Sea Mirror, Inc (NV)****Balance Sheet**

As of May 19, 2020

Cash Basis

	<u>May 19, 20</u>
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
Cash in bank and on hand	
Open Bank 0557	2,413.05
Wells Fargo - 354	65,233.81
Total Cash in bank and on hand	67,646.86
Total Checking/Savings	67,646.86
Other Current Assets	
Due from Officer	106,088.89
Total Other Current Assets	106,088.89
Total Current Assets	173,735.75
<b>TOTAL ASSETS</b>	<b>173,735.75</b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	-1.37
Total Accounts Payable	-1.37
Total Current Liabilities	-1.37
Total Liabilities	-1.37
Equity	
Common Stock	369,000.00
Additional Paid in Capital	144,400.00
Distribution	-50,000.00
Retained Earnings	-390,485.94
Net Income	100,883.06
Total Equity	173,797.12
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>173,795.75</b>